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CENTRAL INTELLIGENCE AGENCY

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SOURCE Newspapers as indicated.

TA-LIEN, LU-SHUN TO SURVEY RESOURCES;
CCP ENCOURAGES USE OF DOMESTIC COTTON

OUTLINES PROCEDURE FOR TAKING INVENTORIES -- Lu-Ta Hsing-cheng Kung-pao,
25 Aug 49.

To focus financial and material resources on production, the Lu-Ta Administrative Office has decided to make a complete inventory of the resources of each public enterprise and government unit. The following specific instructions were given.

1. Items to be included in the inventory are stored goods, confiscated goods, deposits and cash in banks, all contributed money and goods, all loans and investments made by the government since the takeover (with separate columns for those repaid and those not), all profits from government enterprises and utilities since the takeover, financial conditions in cooperatives, and conditions in such specially-financed enterprises as the Ta-lien Pattern Factory.

Stored goods will include building materials, medicines, machinery, writing materials, foodstuffs, and sundries. Confiscated goods include those previously taken from enemy and puppet sources and other legally forfeited goods. Deposits and cash in banks include all government funds in whatever category; profits from enterprises mean both those used and those not used. Cooperatives must show the source and amount of capital, the amount of profit and manner of its use, and the total present value of property.

2. To strengthen the leadership in this survey, the government has appointed a committee of five persons with Sui Yun-sheng as chairman. Each local government and other units, such as schools, will set up a similar committee to expedite the taking of inventories.

3. All units concerned will conduct an inventory, as outlined above, between 25 August and 10 September 1949, and make detailed reports, using standard forms in quadruplicate.

4. When the committee has received the reports and forms, it will examine them and make an inspection of each unit.

- 1 -

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5. The officer in charge of each unit will guard against the following faults at the time of the survey:

- a. Purposeful covering up of facts.
- b. Improper handling of public funds.
- c. Wasteful practices in regard to public property.
- d. Any other irregular actions.

6. As soon as the goods and funds are inventoried and registered, they must be carefully guarded against loss or theft, and not used, moved, or loaned, without permission.

7. After the inventory is completed, a full report must be made, and on that basis the agency be rated and awarded praise or blame.

TA-LIEN SHIPYARD EXCEEDS QUOTA -- Jen-min Jih-pao, 11 Oct 49

The Ta-lien Shipyard surpassed its goal for September 1949 by 40 percent. The chief reasons for this achievement are:

1. The entire force of workers and foremen devote themselves to production. On receiving a project, the foremen lay out the day's tasks which are then voted on by the workers and carried out according to plan, thus guaranteeing their completion on time. For example, a crew which was building a lighter got behind in its work, but under a speed-up led by the foreman, 4 days' work was completed in one day.
2. Achievement banners are used to stimulate activity. The labor union has prepared three such banners for starting competitive contests based on the following criteria: (1) completion of tasks on time, (2) degree of absenteeism, (3) suggestions for increasing output, (4) diligence. The group that best fulfills these criteria is awarded a banner. In administration, the winning crew has a voice in discussing problems of production. A crew building a steam-tug won a banner in August, and to keep it, finished their work ahead of time in September.
3. The introduction of a system of specialization has resulted in greater skill and efficiency.

YU-MEN OIL WELLS UNEARMED -- Jen-min Jih-pao, 12 Oct 49

The Yu-men oil wells were not damaged by the fleeing KMT troops. They were protected by the workmen who had mobilized 2 weeks before the CCF liberation to defend the wells and installations. New wells are now being drilled to increase output.

The 4,000 workmen of the Yu-men wells posted lookouts and arranged warning signals to protect the installations of the wells. Costly machinery was taken apart and buried in the nearby hills.

Now the workmen are busy reconditioning barracks, repairing vehicles, and otherwise serving the troops.

The wells were opened in 1938 by the China Petroleum Company.

- 2 -

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CCP ENCOURAGES USE OF DOMESTIC COTTON -- Tung-pei Jih-pao, 12 Sep 49

Shanghai, 10 September (NCNA) -- Tests made in Shanghai's China Textile Industries Factory No 3 using Chinese cotton in place of American have already met with remarkable success. As a result, the textile industry can completely discard its dependence on imperialistic nations for raw materials.

Beginning 13 August 1949, Factory No 3 discontinued the use of American raw cotton, which formerly played a major role in the cotton industry. In its place domestic cotton was used and production records have shown good results. Most of the finished products maintain the original quality and many surpass the old standards. Quantity output standards have also been preserved.

Yarn made from cotton grown in China is somewhat longer than similar weight yarn made from a mixture one half American and one half Chinese raw cotton.

Only in appearance are American cotton products superior to those made purely of Chinese materials. This is due mainly to the texture of the cotton.

NORTH CHINA TO IMPROVE DOMESTIC COTTON SITUATION -- Tung-pei Jih-pao, 12 Sep 49

Pei-p'ing, 9 September 1949 (NCNA) -- The Ministry of Agriculture of the North China People's government plans to devote 1,650,000 acres to the experimental planting and improvement of domestic cotton in 1950. Already work teams are visiting the producing areas to help improve the cotton's quality. The teams consist of about 30 persons drawn from the agricultural colleges of Pei-p'ing and Ch'ing-h' a universities who will also carry on investigations and experiments to improve the quality of the domestic cotton seed.

- E N D -

- 3 -

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